

EMERGENCY

City of Cincinnati

RDH 

An Ordinance No. _____ - 2015

PROVIDING that any interest savings from the issuance of general obligation Streetcar bonds be directed to capital expenditures related to the Streetcar Project.

WHEREAS, the City of Cincinnati is issuing \$40 million of general obligation bonds associated with the Streetcar Project to replace \$40 million of the current funding for the Streetcar, which includes \$15 million in planned debt; and

WHEREAS, \$25 million of the general obligation bonds will provide funding for additional projects that would otherwise require debt; and

WHEREAS, the \$15 million of general obligation bonds associated with the Streetcar Project are estimated to be one hundred and fifty basis points lower than the revenue bonds based on current market conditions; and

WHEREAS, the difference in borrowing costs on the \$15 million of general obligation bonds is approximately One Hundred and Fifty Five Thousand dollars (\$155,000) lower than the revenue bonds annually; and

WHEREAS, over the life of the twenty-five year general obligation bond issue this savings totals approximately Three Million, Nine Hundred Thousand dollars (\$3.9 million); and

WHEREAS, it is the desire of City Council to set aside the savings from the issuance of the \$15 million of general obligation bonds associated with Streetcar Project capital expenditures; now, therefore,

BE IT ORDAINED by the Council of the City of Cincinnati, State of Ohio:

Section 1. That the savings associated with the issuance of Streetcar bonds based on market conditions at the time of the bond sale will be used for Streetcar Project capital expenditures.

Section 2. That the proper City officials are hereby authorized to receive funds and make expenditures from the designated fund once established for the purposes consistent with the provisions of Section 1 herein.

Section 3. That this ordinance shall be an emergency measure necessary for the preservation of the public peace, health, safety and general welfare and shall, subject to the terms of Article II, Section 6 of the Charter, be effective immediately. The reason for the emergency is that the date of the necessary bond sale associated with refinancing of the \$40 million of Streetcar bonds has not yet been determined and may need to occur within the next thirty days.

Passed: _____, 2015

Mayor

Attest: _____
Clerk